

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: **W. R. Grace & Co., et al**
Debtor

Case No. **01-01139** Jointly Administered
Reporting Period: **January 2011**

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			N/A
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Hudson La Force III

Printed Name of Authorized Individual

3/1/2011
Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
January 31, 2011

Table of Contents

Chart #

Form MOR

Monthly Operating Report

Schedule of Cash Receipts and Disbursements	1	MOR-1 See attached
Bank Reconciliations	2	Attestation Form
Combining Statement of Operations - Filing Entities Only	3	MOR-2
Combining Balance Sheet - Filing Entities Only	4	MOR-3
Status of Postpetition Taxes	5	MOR-4
Accounts Receivable Reconciliation and Aging	6	MOR-5
Debtor Questionnaire	7	MOR-5

Combined Chapter 11 Filing Entity Statements

Combined Statements of Operations.....	8
Combined Functional Basis Statements of Cash Flows	9
Combined Balance Sheets.....	10
Filing Entity Supplemental Financial Information	11

Bank Statements

See attached
Attestation Form

Federal Income Tax Returns

N/A

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 January 2011					
	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2199500021812	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257
CASH BEGINNING OF MONTH	\$ 104,504	\$ 10,000	\$ 131,101	\$ 869,673	\$ 2,969,589
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			(68,247)		
ACCOUNTS RECEIVABLE - INTERCOMPANY					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES				145	2,297,334
TRANSFERS IN - NONFILING ENTITIES					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000				3,011,358
MISCELLANEOUS					
TOTAL RECEIPTS	200,000	-	(68,247)	145	5,308,692
DISBURSEMENTS					
PAYROLL					
PAYROLL TAXES					
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	215,526				451,116
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		10,000			5,824,292
MISCELLANEOUS					
TOTAL DISBURSEMENTS	215,526	10,000	-	-	6,275,407
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(15,526)	(10,000)	(68,247)	145	(968,715)
CASH - END OF MONTH	\$ 88,978	\$ -	\$ 62,854	\$ 869,818	\$ 2,002,873

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 January 2011					
	Bank of America Lockbox 8188203114	Banc of America Securities LLC 22330134	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Libby Medical 2079900065006
CASH BEGINNING OF MONTH	\$ 130,339,324	\$ 642,462,054	\$ 1,826,921	\$ 176,391	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES	69,016,701				
ACCOUNTS RECEIVABLE - INTERCOMPANY	26,847,370				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES		69,886			
TRANSFERS IN - NONFILING ENTITIES	26,522,058				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	4,907,987	65,000,000	99,100,000	17,506,627	79,365
MISCELLANEOUS					
TOTAL RECEIPTS	127,294,117	65,069,886	99,100,000	17,506,627	79,365
DISBURSEMENTS					
PAYROLL				10,723,115	
PAYROLL TAXES				6,193,976	
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	26,679,987				79,365
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	164,100,000		94,125,510		
MISCELLANEOUS			10,136	612,710	
TOTAL DISBURSEMENTS	190,779,987	-	94,135,646	17,529,802	79,365
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(63,485,870)	65,069,886	4,964,354	(23,175)	-
CASH - END OF MONTH	\$ 66,853,454	\$ 707,531,940	6,791,274	\$ 153,216	\$ -

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 January 2011										
	First Union Accts Payable 2079920005761	First Union Accts payable 2079900005280	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	JP Morgan Chase Lockbox 304616494	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172	
CASH BEGINNING OF MONTH	\$ (3,205,295)	\$ -	\$ 58,444	\$ 44,882	\$ -	\$ -	\$ 499,126	\$ 86,240	\$ 325,583	
RECEIPTS										
ACCOUNTS RECEIVABLE - THIRD PARTIES					3,001,358			26,446	639,311	
ACCOUNTS RECEIVABLE - INTERCOMPANY								-	-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								-	-	
DIP BORROWINGS								-	-	
TRANSFERS IN - THIRD PARTIES								256,825	-	
TRANSFERS IN - NONFILING ENTITIES								-	-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	29,718,254	1,338,997	45,482,267					-	-	
MISCELLANEOUS	5,048,655		9,438,778							
TOTAL RECEIPTS	34,766,909	1,338,997	54,921,045	-	3,001,358	-	-	283,271	639,311	
DISBURSEMENTS										
PAYROLL								15,358	-	
PAYROLL TAXES								110,880	-	
TRADE PAYABLES - THIRD PARTIES	31,873,846	1,064,866	49,673,189					-	-	
TRADE PAYABLES - INTERCOMPANY								-	-	
ACCOUNT SECURITIZATION								-	-	
PAYMENTS AS SERVICER FOR GRPI								-	-	
DIP PRINCIPAL REPAYMENTS								-	-	
DIP INTEREST AND USAGE FEES								-	-	
TRANSFERS OUT - THIRD PARTIES								127,313	255,000	
TRANSFERS OUT - NONFILING ENTITIES		274,271						-	-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					3,001,358			-	-	
MISCELLANEOUS				16				93,173	23,782	
TOTAL DISBURSEMENTS	31,873,846	1,339,137	49,673,189	16	3,001,358	-	-	346,724	278,782	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	2,893,062	(140)	5,247,856	(16)	-	-	-	(63,453)	360,529	
CASH - END OF MONTH	\$ (312,232)	\$ (140)	\$ 5,306,300	\$ 44,866	\$ -	\$ -	\$ 499,126	\$ 22,787	\$ 686,112	

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 January 2011	
	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -
RECEIPTS	
ACCOUNTS RECEIVABLE - THIRD PARTIES	-
ACCOUNTS RECEIVABLE - INTERCOMPANY	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-
DIP BORROWINGS	-
TRANSFERS IN - THIRD PARTIES	-
TRANSFERS IN - NONFILING ENTITIES	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL RECEIPTS	-
DISBURSEMENTS	
PAYROLL	-
PAYROLL TAXES	-
TRADE PAYABLES - THIRD PARTIES	-
TRADE PAYABLES - INTERCOMPANY	-
ACCOUNT SECURITIZATION	-
PAYMENTS AS SERVICER FOR GRPI	-
DIP PRINCIPAL REPAYMENTS	-
DIP INTEREST AND USAGE FEES	-
TRANSFERS OUT - THIRD PARTIES	-
TRANSFERS OUT - NONFILING ENTITIES	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL DISBURSEMENTS	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-
CASH - END OF MONTH	\$ -

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 January 2011						
	Banco Interam de Finanzas 7000107707	HSBC Operating Acct 1128001	Bank Boston Operating Acct 154519	Cash in Transit	Cash on Hand	Other
CASH BEGINNING OF MONTH	\$ -	\$ 180,607	\$ -	\$ 209,602	\$ (1,254,659)	\$ 10,652,720
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	384,328				
ACCOUNTS RECEIVABLE - INTERCOMPANY	-	-				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-				
DIP BORROWINGS	-	-				
TRANSFERS IN - THIRD PARTIES	-	-				
TRANSFERS IN - NONFILING ENTITIES	-	-				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	-				
TOTAL RECEIPTS	-	384,328		-	-	-
DISBURSEMENTS						
PAYROLL	-	-				
PAYROLL TAXES	-	-				
TRADE PAYABLES - THIRD PARTIES	-	211,256				
TRADE PAYABLES - INTERCOMPANY	-	-				
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI	-	-				
DIP PRINCIPAL REPAYMENTS	-	-				
DIP INTEREST AND USAGE FEES	-	-				
TRANSFERS OUT - THIRD PARTIES	-	-				
TRANSFERS OUT - NONFILING ENTITIES	-	-				
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	13,980				435,435
TOTAL DISBURSEMENTS	-	225,237		-	-	435,435
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	159,091		-	-	(435,435)
CASH - END OF MONTH	\$ -	\$ 339,698	\$ -	\$ 209,602	\$ (1,254,659)	\$ 10,217,284

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn			
Schedule of Cash Receipts and Disbursements			
MOR-1			
January 2011			
	CURRENT MONTH		
	ACTUAL	PROJECTED	
CASH BEGINNING OF MONTH	\$ 786,486,808	\$ -	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES	72,999,897		
ACCOUNTS RECEIVABLE - INTERCOMPANY	26,847,370		
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-		
DIP BORROWINGS	-		
TRANSFERS IN - THIRD PARTIES	2,624,191		
TRANSFERS IN - NONFILING ENTITIES	26,522,058		
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	266,344,855		
MISCELLANEOUS	14,487,433		
TOTAL RECEIPTS	409,825,804	-	
DISBURSEMENTS			
PAYROLL	10,738,474		
PAYROLL TAXES	6,304,857		
TRADE PAYABLES - THIRD PARTIES	82,823,158		
TRADE PAYABLES - INTERCOMPANY	-		
ACCOUNT SECURITIZATION	-		
PAYMENTS AS SERVICER FOR GRPI	-		
DIP PRINCIPAL REPAYMENTS	-		
DIP INTEREST AND USAGE FEES	-		
TRANSFERS OUT - THIRD PARTIES	27,808,307		
TRANSFERS OUT - NONFILING ENTITIES	274,271		
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	267,061,159		
MISCELLANEOUS	1,189,232		
TOTAL DISBURSEMENTS	396,199,459	-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	13,626,345	-	
CASH - END OF MONTH	\$ 800,113,152	\$ -	

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

January 2011

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (151,483)	\$ -	\$ (151,483)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	-
DIP BORROWINGS				-	-
TRANSFERS IN - THIRD PARTIES				-	-
TRANSFERS IN - NONFILING ENTITIES				-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		716,305		716,305	
TOTAL RECEIPTS	-	716,305	-	716,305	-
DISBURSEMENTS					
PAYROLL				-	-
PAYROLL TAXES				-	-
TRADE PAYABLES - THIRD PARTIES				-	-
TRADE PAYABLES - INTERCOMPANY				-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	-
DIP PRINCIPAL REPAYMENTS				-	-
DIP INTEREST AND USAGE FEES				-	-
TRANSFERS OUT - THIRD PARTIES		619,102		619,102	
TRANSFERS OUT - NONFILING ENTITIES				-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-	-
MISCELLANEOUS				-	-
TOTAL DISBURSEMENTS	-	619,102	-	619,102	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	97,203	-	97,203	
CASH - END OF MONTH	\$ -	\$ (54,280)	\$ -	\$ (54,280)	\$ -

W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 January 2011			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	716,305	716,305	
TOTAL RECEIPTS	716,305	716,305	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	716,305	716,305	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	716,305	716,305	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

January 2011

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-in-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 879,363	\$ -	\$ -	\$ -	\$ 879,363	\$ -
RECEIPTS						
		No Activity	No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	155,805				155,805	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					-	
TOTAL RECEIPTS	155,805	-	-	-	155,805	-
DISBURSEMENTS						
PAYROLL	5,985				5,985	
PAYROLL TAXES	2,377				2,377	
TRADE PAYABLES - THIRD PARTIES	172,782				172,782	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					-	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS	181,144	-	-	-	181,144	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(25,339)	-	-	-	(25,339)	-
CASH - END OF MONTH	\$ 854,024	\$ -	\$ -	\$ -	\$ 854,024	\$ -

Grace International Holdings			
Schedule of Cash Receipts and Disbursements			
MOR-1			
January 2011			
	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners Schedule of Cash Receipts and Disbursements MOR-1 January 2011			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
January 2011			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 15,481	15,481	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 15,481	\$ 15,481	\$ -

Grace Europe, Inc. Schedule of Cash Receipts and Disbursements MOR-1 January 2011			
	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 January 2011			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	500	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
January 2011			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

January 31, 2011

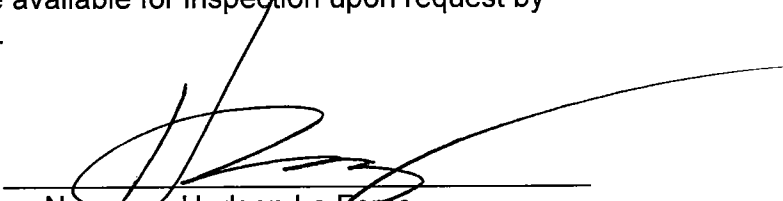
Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE


Name: Hudson La Force
Position: Senior Vice President and
Chief Financial Officer

Sworn to and Subscribed
before me on this 1st
day of March, 2011.

LEAH ANGLE
NOTARY PUBLIC STATE OF MARYLAND
My Commission Expires September 13, 2011

Leah Reynolds commissioned as
Leah Angle

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.
<i>IRIS numbers</i>	all Conn*	005	063	074	078	197	317	407/702	495
Net sales to third parties	\$ 64,204,444	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	27,633,333	-	-	-	-	-	-	-	-
Net sales to filing entities	297,863	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	2,433,740	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	438,016	5,250,369	762,559	19,173	845,233	-	2,602,915	-	-
	95,007,397	5,250,369	762,559	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	39,733,140	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	16,143,554	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	285,327	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	(363,438)	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	20,409,998	-	(1,849)	-	-	20,000	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	2,848,489	-	-	-	-	-	-	-	-
Defined benefit pension expense	5,027,750	-	-	-	-	-	-	-	-
Depreciation and amortization	5,551,228	-	1,849	-	-	-	-	-	-
Interest expense	3,346,618	-	-	-	-	-	-	-	-
Other expense (income), net	(2,363,221)	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	1,752,648	-	-	-	-	-	-	-	-
	92,372,092	-	-	-	-	20,000	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,635,305	5,250,369	762,559	19,173	845,233	(20,000)	2,602,915	-	-
(Provision for) benefit from income taxes	652,920	(1,837,629)	(229,196)	(6,711)	(295,832)	(90,789)	(911,020)	0	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 3,288,225	\$ 3,412,740	\$ 533,363	\$ 12,462	\$ 549,401	\$ (110,789)	\$ 1,691,895	\$ 0	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewif Land Corporation	Alewif Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<i>IRIS numbers</i>	543	798	069	070	71	073	075	076	077
Net sales to third parties	\$ -	\$ 182,509	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	2,457,761	-	-	-	-	-	-	-	-
	2,457,761	182,509	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	73,481	3,049	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	38,809	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	68,711	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	1	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	181,002	3,049	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,457,761	1,506	(3,049)	-	-	-	-	-	-
(Provision for) benefit from income taxes	199,102	19,651	1,067	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 2,656,863	\$ 21,157	\$ (1,982)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
<i>IRIS numbers</i>	079	125	174	198	305	318	376	406/408	458
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	314	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	314	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(314)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	110	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ (204)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
<i>IRIS numbers</i>	462	465	477	479	480	481	506	516	519
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
<i>IRIS numbers</i>	523	539	548	557	563	572	587	621	625
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011									
	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
<i>IRIS numbers</i>	631	637	664	681	689	822	824	827	828
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011								
	Coal/grace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company
<i>IRIS numbers</i>	835	848	856	877	880	na	na	na
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended January 31, 2011			
	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
<i>IRIS numbers</i>	LEVEL 2	BNF/L3/MI	
Net sales to third parties	\$ -	\$ -	\$ 64,386,953
Net sales to non-filing entities	-	-	\$ 27,633,333
Net sales to filing entities	(297,863)	-	\$ -
Interest and royalties from non-filing entities, net	-	-	\$ 2,433,740
Interest and royalties from filing entities, net	(12,376,025)	-	\$ -
	(12,673,888)	-	\$ 94,454,026
Cost of goods sold to third parties	-	-	\$ 39,809,670
Cost of goods sold to non-filing entities	-	-	\$ 16,143,554
Cost of goods sold to filing entities	(285,327)	-	\$ -
Cost of goods sold to related parties	-	-	\$ (363,438)
Selling, general and administrative expenses	-	-	\$ 20,466,959
Restructuring expenses	-	-	\$ -
Research and development expenses	-	-	\$ 2,848,489
Defined benefit pension expense	-	-	\$ 5,027,750
Depreciation and amortization	-	-	\$ 5,622,101
Interest expense	-	-	\$ 3,346,618
Other expense (income), net	-	-	\$ (2,363,220)
Chapter 11 reorganization expenses, net of interest income	-	-	\$ 1,752,648
	(285,327)	-	\$ 92,291,130
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(12,388,561)	-	\$ 2,162,896
(Provision for) benefit from income taxes	-	-	\$ (2,498,327)
Noncontrolling interest in income of subsidiary	-	-	\$ -
Equity in net income of non-filing entities	-	9,484,400	\$ 9,484,400
Net (loss) income	\$ (12,388,561)	\$ 9,484,400	\$ 9,148,969

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
January 31, 2011

	W. R. Grace & Co. - Conn	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 800,113,152	\$ -	\$ (54,280)	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	76,400,000	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	112,323,510	-	-	-	-	-
Accounts receivable - related party	8,370,464	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	318,594,039	(308,668,926)	(26,196,504)	12,872,292	(69,845,902)	(13,123,599)
Inventories	114,669,474	-	-	-	-	-
Deferred income taxes	21,484,968	-	(2,792,891)	-	-	-
Other current assets	22,169,818	-	-	-	-	-
Total Current Assets	1,474,125,425	(308,668,926)	(29,043,675)	12,872,292	(69,845,902)	(13,123,599)
Properties and equipment, net	403,762,786	-	287,769	-	-	-
Goodwill	31,053,634	-	-	-	-	-
Deferred income taxes	987,058,827	-	23,348,418	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,932,966,879)	1,236,896,174	120,175,395	6,451,191	280,208,142	-
Investment in filing and non-filing entities	1,144,209,771	241,512,111	-	-	-	-
Overfunded defined benefit pension plans	275,116	-	-	-	-	-
Investment of unconsolidated affiliates	56,902,678	-	-	-	-	-
Other assets	47,281,435	-	-	-	-	-
Total Assets	\$ 2,711,702,793	\$ 1,169,739,358	\$ 114,767,907	\$ 19,323,483	\$ 210,362,240	\$ (13,123,599)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 812,845	-	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	2,255,225	-	-	-	-	-
Accounts payable	85,490,857	-	495,227	-	-	-
Accounts payable - related party	3,960,860	-	-	-	-	-
Income taxes payable	1,780,076	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	110,559,224	-	9,223	-	-	2,311
Total Current Liabilities	204,859,087	-	504,450	-	-	2,311
Debt payable after one year	2,493,644	-	-	-	-	-
Debt payable - related party	13,573,251	-	-	-	-	-
Underfunded defined benefit pension plans	359,401,151	-	-	-	-	-
Other liabilities	35,346,618	-	-	-	-	-
Total Liabilities Not Subject to Compromise	802,067,034	-	504,450	-	-	2,311
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	880,878,572	-	-	-	-	-
Drawn letters of credit plus accrued interest	33,045,454	-	-	-	-	-
Income tax contingences	(191,595,366)	152,017,459	(10,080,473)	637,843	28,688,183	(77,602)
Asbestos-related contingences	1,700,000,000	-	-	-	-	-
Environmental contingences	84,499,299	-	58,730,078	-	-	-
Postretirement benefits	184,348,464	-	-	-	-	-
Other liabilities and accrued interest	148,854,544	-	656,146	-	-	-
Total Liabilities Subject to Compromise	2,840,030,966	152,017,459	49,305,751	637,843	28,688,183	(77,602)
Total Liabilities	3,642,098,000	152,017,459	49,810,201	637,843	28,688,183	(75,291)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	83,968,960	845,195	12,223	1,000	-	1,000
Paid in capital	144,899,878	450,772,062	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(628,047,786)	611,811,687	55,221,034	(15,367,826)	125,662,480	(13,049,308)
Treasury stock, at cost	-	(45,707,145)	-	-	-	-
Accumulated other comprehensive (loss) income	(531,338,548)	100	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(930,517,496)	1,017,721,899	64,957,705	18,685,640	181,674,057	(13,048,308)
Noncontrolling interest	122,289	-	-	-	-	-
Total Equity (Deficit)	(930,395,207)	1,017,721,899	64,957,705	18,685,640	181,674,057	(13,048,308)
Total Liabilities and Equity (Deficit)	\$ 2,711,702,793	\$ 1,169,739,358	\$ 114,767,907	\$ 19,323,483	\$ 210,362,240	\$ (13,123,599)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 854,024	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	80,530	-	-	1,008,930	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,610)	5,783,901	140,524,854	(93,406,106)	862,451	(5,245,957)
Inventories	-	-	-	-	194,724	-
Deferred income taxes	-	0	-	-	55,599	-
Other current assets	-	-	-	-	0	(3,049)
Total Current Assets	(386,938,610)	5,864,431	140,524,854	(93,406,106)	2,975,728	(5,249,006)
Properties and equipment, net	-	-	-	-	359,011	-
Goodwill	-	-	-	-	1,256,948	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	687,586,250	(3,270,171)	-	21,357,620	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	54,000	-	-	4,131,169	-
Total Assets	\$ 300,647,640	\$ 2,648,260	\$ 140,524,854	\$ (13,379,021)	\$ 8,722,856	\$ (5,249,006)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	21,649	-	-	603,357	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	(1,779,808)	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	364,091	-	-	132,959	-
Total Current Liabilities	-	385,739	-	-	(1,043,492)	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	385,740	-	(169,509)	(1,026,122)	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	88,368,447	(1,166,263)	(150)	(12,195,416)	(1,396,183)	(430,876)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	(11,058)	-	-	133,907	-
Total Liabilities Subject to Compromise	88,368,447	(1,177,321)	(150)	(12,195,416)	(1,262,276)	(430,876)
Total Liabilities	88,368,447	(791,581)	(150)	(12,364,925)	(2,288,398)	(430,876)
Equity (Deficit)						
Preferred stock	112	-	-	-	-	-
Common stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	13,074,177	274,606
(Accumulated deficit)/Retained earnings	241,545,491	(348,749)	115,166,011	(107,093,369)	(2,063,923)	(5,092,936)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	3,787,590	-	44,232,784	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	212,279,193	3,439,841	140,525,004	(1,014,096)	11,011,254	(4,818,130)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	212,279,193	3,439,841	140,525,004	(1,014,096)	11,011,254	(4,818,130)
Total Liabilities and Equity (Deficit)	\$ 300,647,640	\$ 2,648,260	\$ 140,524,854	\$ (13,379,021)	\$ 8,722,856	\$ (5,249,006)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(210)	-	-	(110)	(330)	(7,489)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(7,489)
Total Liabilities	(210)	-	-	(110)	(330)	(7,489)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,491,335
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Total Liabilities and Equity (Deficit)	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 15,481	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(276,983)	(26,614,022)	57,347,191	(7,283,826)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(261,502)	(26,614,022)	57,347,191	(7,283,826)	-	-
Properties and equipment, net	7,222	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (254,279)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(545,314)	(195)	10,346,794	(230)	-	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(545,314)	(195)	10,346,794	(230)	-	-
Total Liabilities	(545,314)	(195)	10,346,794	(230)	-	-
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	-	5,150	-	-
Paid in capital	1,303,954	864,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	(1,012,919)	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	(99,212)	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	291,035	(26,613,827)	47,000,396	(7,283,596)	-	-
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	291,035	(26,613,827)	47,000,396	(7,283,596)	-	-
Total Liabilities and Equity (Deficit)	\$ (254,279)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(110)	-	(110)	(560)	(560)	(450)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(10,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Equity (Deficit)	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(818)	(110)	(210)	(110)	(30)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(1,230,683)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Total Liabilities and Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011						
	W. R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W. R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	91,572
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,555,815)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,463,742)
Properties and equipment, net	-	-	-	-	438,445	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	6,284,806	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	4,066
Total Assets	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	4,066
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	199	-
Total Current Liabilities	-	-	-	-	199	4,066
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	199	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(821)	-	(110)	(265)	(759)	-
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(821)	-	(110)	(265)	(759)	-
Total Liabilities	(821)	-	(110)	(265)	(560)	4,066
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	5,000	-	1,000	85,539	1,000	5,000
Paid in capital	19,577,160	-	-	6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782	-	(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Equity (Deficit)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
January 31, 2011

	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(1,432)	(300)	(335)	(405)	(185)	(110)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(1,432)	(300)	(335)	(405)	(185)	(110)
Total Liabilities	(1,432)	(300)	(335)	(405)	(185)	(110)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(86,480,845)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Total Liabilities and Equity (Deficit)	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011					
	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingencies	(119)	(110)	-	(360)	(310)
Asbestos-related contingencies	-	-	-	-	-
Environmental contingencies	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(360)	(310)
Total Liabilities	(119)	(110)	-	(360)	(310)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	(114,960)	100	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Total Liabilities and Equity (Deficit)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011					
	Grace H-G II Inc.	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(260)	(360)	21,450,461	21,450,636	(480)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(260)	(360)	21,450,461	21,450,636	(480)
Total Liabilities	(260)	(360)	21,450,461	21,450,636	(480)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	1,000	100	124,473
Paid in capital	-	-	30,293,750	13,880,108	51,173,713
(Accumulated deficit)/Retained earnings	(6,054)	107,440	78,470,322	109,908,362	(132,412,819)
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Total Liabilities and Equity (Deficit)	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011					
	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	47,407,796	-	-	-	700,000
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	47,407,796	-	-	-	700,000
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	(1,323,702,717)
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	(1,201,282)
Total Assets	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,203,999)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(110)	-	-	-	-
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	-	-	-
Total Liabilities	(110)	-	-	-	-
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	-	-	-	(86,493,960)
Paid in capital	7,308,934	-	-	-	(1,222,870,000)
(Accumulated deficit)/Retained earnings	40,097,972	-	-	-	3,159,961
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	(18,000,000)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	47,407,906	-	-	-	(1,324,203,999)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	47,407,906	-	-	-	(1,324,203,999)
Total Liabilities and Equity (Deficit)	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,203,999)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 January 31, 2011			
	Conversion to Equity Method	Reporting Reclasses	COMBINED FILING ENTITIES
ASSETS			
Current Assets			
Cash and cash equivalents	\$ -	\$ -	\$ 800,928,877
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	\$ 76,400,000
Cash value of life insurance policies, net of policy loans	-	-	\$ -
Accounts and other receivables, net	-	-	\$ 113,504,542
Accounts receivable - related party	-	-	\$ 8,370,464
Receivables from/(payables to) filing and non-filing entities, net	-	200,000	\$ 88,992,112
Inventories	-	-	\$ 114,864,198
Deferred income taxes	-	91,545	\$ 18,839,222
Other current assets	-	-	\$ 22,166,768
Total Current Assets	-	291,545	\$ 1,244,066,183
Properties and equipment, net	-	-	\$ 404,855,233
Goodwill	-	-	\$ 32,310,582
Deferred income taxes	-	(186,241,143)	\$ 824,166,102
Asbestos-related insurance receivable	-	-	\$ 500,000,000
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	\$ 368,398,875
Investment in filing and non-filing entities	(245,766,391)	1,800,000	\$ 269,438,318
Overfunded defined benefit pension plans	-	-	\$ 275,116
Investment of unconsolidated affiliates	-	-	\$ 56,902,678
Other assets	-	-	\$ 50,269,389
Total Assets	\$ (245,766,391)	\$ (184,149,598)	\$ 3,748,682,476
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ -	\$ -	\$ 812,845
Debt payable - related party	-	-	\$ 2,255,225
Accounts payable	-	-	\$ 86,615,156
Accounts payable - related party	-	-	\$ 3,960,860
Income taxes payable	-	-	\$ 268
Asbestos-related liability expected to be disbursed within one year	-	-	\$ -
Other current liabilities	-	2,866,155	\$ 113,934,166
Total Current Liabilities	-	2,866,155	\$ 207,578,520
Debt payable after one year	-	-	\$ 2,493,644
Debt payable - related party	-	-	\$ 13,573,251
Underfunded defined benefit pension plans	-	-	\$ 359,401,151
Other liabilities	-	-	\$ 35,346,618
Total Liabilities Not Subject to Compromise	-	(183,374,988)	\$ 618,393,184
Liabilities Subject to Compromise			
Debt, pre-petition plus accrued interest	-	-	\$ 880,878,572
Drawn letters of credit plus accrued interest	-	-	\$ 33,045,454
Income tax contingences	-	-	\$ 105,453,717
Asbestos-related contingences	-	-	\$ 1,700,000,000
Environmental contingences	-	-	\$ 143,229,377
Postretirement benefits	-	-	\$ 184,348,464
Other liabilities and accrued interest	-	(8,574,610)	\$ 141,058,930
Total Liabilities Subject to Compromise	-	(8,574,610)	\$ 3,188,014,514
Total Liabilities	-	(191,949,598)	\$ 3,806,407,698
Equity (Deficit)			
Preferred stock	-	-	\$ 112
Common stock	-	-	\$ 847,871
Paid in capital	-	-	\$ 456,434,056
(Accumulated deficit)/Retained earnings	(231,133,167)	2,000,000	\$ 40,828,105
Treasury stock, at cost	-	-	\$ (45,707,145)
Accumulated other comprehensive (loss) income	(14,633,225)	5,800,000	\$ (510,250,510)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(245,766,391)	7,800,000	\$ (57,847,511)
Noncontrolling interest	-	-	\$ 122,289
Total Equity (Deficit)	(245,766,391)	7,800,000	\$ (57,725,222)
Total Liabilities and Equity (Deficit)	\$ (245,766,391)	\$ (184,149,598)	\$ 3,748,682,476

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 January 31, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ 133,502	\$ 1,902,374	\$ (1,902,374)	\$ 133,502
FICA - Employee	10,463	801,670	(802,441)	9,692
FICA and payroll- Employer	781,343	1,085,446	(810,680)	1,056,109
Unemployment	-	96,271	(96,271)	-
Other	-	507,298	(507,298)	-
Total Federal Taxes	\$ 925,308	\$ 4,393,059	\$ (4,119,064)	\$ 1,199,303
State and Local				
Withholding	\$ 79,991	\$ 643,792	(643,792)	\$ 79,991
Sales & Use	668,782	335,517	(541,188)	463,111
Property Taxes	2,128,124	301,079	(387,699)	2,041,504
Other	-	-	-	-
Total State and Local	\$ 2,876,897	\$ 1,280,388	\$ (1,572,679)	\$ 2,584,606
Total Taxes	\$ 3,802,205	\$ 5,673,447	\$ (5,691,743)	\$ 3,783,909

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 January 31, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,808	\$ (4,808)	\$ -
FICA - Employee	-	2,045	(2,045)	-
FICA and payroll- Employer	-	2,769	(2,769)	-
Unemployment	-	212	(212)	-
Other	-	621	(621)	-
Total Federal Taxes	\$ -	\$ 10,455	\$ (10,455)	\$ -
State and Local				
Withholding	\$ -	\$ 338	\$ (338)	\$ -
Sales & Use	23	-	-	23
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ 23	\$ 338	\$ (338)	\$ 23
Total Taxes	\$ 23	\$ 10,793	\$ (10,793)	\$ 23

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 January 31, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,322	\$ (4,322)	\$ -
FICA - Employee	-	1,067	(1,067)	-
FICA and payroll- Employer	-	1,445	(1,445)	-
Unemployment	-	56	(56)	-
Other	-	648	(648)	-
Total Federal Taxes	\$ -	\$ 7,538	\$ (7,538)	\$ -
State and Local				
Withholding	\$ -	\$ 933	\$ (933)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ 933	\$ (933)	\$ -
Total Taxes	\$ -	\$ 8,471	\$ (8,471)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 January 31, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	-	-	-
FICA and payroll- Employer	-	-	-	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ -	\$ -	\$ -
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ -	\$ -	\$ -
Total Taxes	\$ -	\$ -	\$ -	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc. Status of Postpetition Taxes MOR-4 January 31, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	453	(453)	-
FICA and payroll- Employer	-	614	(614)	-
Unemployment	-	64	(64)	-
Other	-	433	(433)	-
Total Federal Taxes	\$ -	\$ 1,564	\$ (1,564)	\$ -
State and Local				
Withholding	\$ -	\$ 813	\$ (813)	\$ -
Sales & Use	2	208	-	210
Property Taxes	48,000	833	-	48,833
Other	-	-	-	-
Total State and Local	\$ 48,002	\$ 1,854	\$ (813)	\$ 49,043
Total Taxes	\$ 48,002	\$ 3,418	\$ (2,377)	\$ 49,043

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn Accounts Receivable Reconciliation and Aging MOR-5 January 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ 99,335,279
Amounts billed during the period	\$ 64,204,444
Amounts collected during the period	\$ (72,999,897)
Other	\$ 4,024,915
Trade accounts receivable at the end of month, gross	\$ 94,564,741
Trade Accounts Receivable Aging	
Current	\$ 78,116,758
1-30 days past due	\$ 13,855,828
31-60 days past due	\$ (345,945)
+61 days past due	\$ 2,938,100
Trade accounts receivable, gross	\$ 94,564,741
Allowance for doubtful accounts	\$ (1,531,020)
Trade accounts receivable, net	\$ 93,033,722
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 93,033,722
Customer notes and drafts receivable	\$ 811,086
Pending customer credit notes	\$ (371,423)
Advances and deposits	\$ 2,738,116
Nontrade receivables, net	\$ 16,112,009
Total notes and accounts receivable, net	\$ 112,323,510

Chart 6

Grace Washington, Inc. Accounts Receivable Reconciliation and Aging MOR-5 January 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Darex Puerto Rico, Inc. Accounts Receivable Reconciliation and Aging MOR-5 January 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ 1,154,693
Amounts billed during the period	182,509
Amounts collected during the period	(155,805)
Other	710
Trade accounts receivable at the end of month, gross	\$ 1,182,106
Trade Accounts Receivable Aging	
Current	\$ 949,514
1-30 days past due	251,780
31-60 days past due	175,204
+61 days past due	(194,392)
Trade accounts receivable, gross	1,182,106
Allowance for doubtful accounts	(185,221)
Trade accounts receivable, net	\$ 996,885

Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 996,885
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	12,045
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ 1,008,930

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 January 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Gloucester New Communities Company, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
January 2011

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

Trade Accounts Receivable Aging

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	91,572
Total notes and accounts receivable, net	\$ 91,572

Chart 6

Grace Europe, Inc. Accounts Receivable Reconciliation and Aging MOR-5 January 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	80,530
Total notes and accounts receivable, net	\$ 80,530

Chart 7

W.R. Grace & Co., et al Debtor Questionnaire MOR - 5 January 31, 2011		
	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide an explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.		See Note #6 below

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

Note #6

Generally yes. However, FICA taxes related to regular SERP payments (i.e., payments under Grace supplemental executive retirement plan) prior to 2008 were not paid, as a result of an administrative error. The amount involved is approximately \$300,000 with respect to employer contributions. Grace's advisors have contacted the IRS, and anticipate that this matter will be resolved in a satisfactory manner during 2011.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds

Combined Chapter 11 Filing Entity Statements

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities		
Combined Statements of Operations		
In millions	Month Ended January 31,	
	2011	2010
Net sales to third parties	\$ 64.4	\$ 61.2
Net sales to non-filing entities	27.6	14.9
Interest and royalties from non-filing entities	2.4	2.8
	94.4	78.9
Cost of goods sold to third parties	39.8	39.6
Cost of goods sold to related parties	(0.4)	(0.2)
Cost of goods sold to non-filing entities	16.1	9.4
Selling, general and administrative expenses	20.5	19.9
Restructuring costs	-	-
Depreciation and amortization	5.6	5.6
Research and development expenses	2.8	2.7
Defined benefit pension expense	5.0	5.8
Interest expense	3.3	3.5
Other (income) expense, net	(2.4)	(1.1)
Provision for environmental remediation	-	-
Chapter 11 expenses, net of interest income	1.8	2.9
	92.1	88.1
Income (loss) before income taxes and equity in net income of non-filing entities	2.3	(9.2)
Benefit from (provision for) income taxes	(2.5)	0.4
Income (loss) before equity in net income of non-filing entities	(0.2)	(8.8)
Equity in net income of non-filing entities	9.3	9.7
Net income (loss)	\$ 9.1	\$ 0.9

W. R. Grace & Co. - Chapter 11 Filing Entities

Combined Statements of Cash Flows

(in millions)	Month Ended January 31,	
	2011	2010
<u>Operating Activities</u>		
Net income	\$ 9.1	\$ 0.9
Reconciliation to net cash provided by operating activities:		
Depreciation and amortization	5.6	5.6
Equity in earnings of non-filing entities	(9.3)	(9.7)
(Benefit from) provision for income taxes	2.5	(0.4)
Income taxes (paid), net of refunds received	(15.0)	(0.1)
Defined benefit pension expense	5.0	5.8
Payments under defined benefit pension arrangements	(10.4)	(9.2)
Changes in assets and liabilities, excluding effect of foreign currency translation:		
Trade accounts receivable	4.8	(4.4)
Inventories	(11.1)	(13.7)
Accounts payable	4.8	9.2
Other accruals and non-cash items	35.2	18.7
Net cash provided by operating activities	21.2	2.7
<u>Investing Activities</u>		
Capital expenditures	(3.2)	(2.6)
Transfer to restricted cash and cash equivalents related to letter of credit facility	(1.9)	-
Net cash used for investing activities	(5.1)	(2.6)
<u>Financing Activities</u>		
Net (repayments) borrowings under credit arrangements	(2.6)	(7.2)
Proceeds from exercise of stock options	0.2	0.5
Net cash used for financing activities	(2.4)	(6.7)
Increase (decrease) in cash and cash equivalents	13.7	(6.6)
Cash and cash equivalents, beginning of period	787.2	685.5
Cash and cash equivalents, end of period	\$ 800.9	\$ 678.9

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets			
Amounts in millions	January 31, 2011	December 31, 2010	April 2, 2001
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 800.9	\$ 787.2	\$ 8.6
Restricted cash and cash equivalents as collateral for letter of credit facility	76.4	74.5	-
Cash value of life insurance policies, net of policy loans	-	-	-
Trade accounts receivable, less allowance of \$1.7 (2010 - \$1.7, Filing Date - \$0.7)	113.5	99.3	32.3
Accounts receivable - unconsolidated affiliate	8.4	4.4	-
Receivables from non-filing entities, net	89.0	106.8	51.2
Inventories	114.9	103.8	80.6
Deferred income taxes	18.8	17.4	80.9
Asbestos-related insurance expected to be realized within one year	-	-	17.0
Other current assets	22.2	39.0	33.4
Total Current Assets	1,244.1	1,232.4	304.0
Properties and equipment, net	404.9	407.2	400.4
Goodwill	32.3	32.3	13.6
Deferred income taxes	824.2	806.2	401.0
Asbestos-related insurance expected to be realized after one year	500.0	500.0	323.4
Loans receivable from non-filing entities, net	366.4	359.4	387.5
Investment in non-filing entities	269.4	254.3	121.0
Overfunded defined benefit pension plans	0.3	0.3	-
Deferred pension costs	-	-	236.0
Investment in unconsolidated affiliates	56.9	56.4	-
Other assets	50.3	51.2	136.6
Total Assets	\$ 3,748.8	\$ 3,699.7	\$ 2,323.5
LIABILITIES AND EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ 0.8	\$ 0.8	\$ -
Debt payable - unconsolidated affiliate	2.3	2.3	-
Accounts payable	86.6	81.8	-
Accounts payable - unconsolidated affiliate	4.0	4.0	-
Other current liabilities	114.0	94.6	-
Total Current Liabilities	207.7	183.5	-
Debt payable after one year	2.5	2.5	-
Debt payable - unconsolidated affiliate - long term	13.6	12.6	-
Underfunded defined benefit pension plans	359.4	367.7	-
Other liabilities	35.3	34.9	31.5
Total Liabilities Not Subject to Compromise	618.5	601.2	31.5
Liabilities Subject to Compromise			
Debt plus accrued interest	913.9	911.4	511.5
Income tax contingencies	105.5	93.8	242.1
Asbestos-related contingencies	1,700.0	1,700.0	1,002.8
Environmental contingencies	143.2	144.0	164.8
Postretirement benefits	184.3	181.1	256.2
Other liabilities and accrued interest	141.1	143.8	188.6
Total Liabilities Subject to Compromise	3,188.0	3,174.1	2,366.0
Total Liabilities	3,806.5	3,775.3	2,397.5
Equity (Deficit)			
Common stock	0.7	0.7	0.8
Paid in capital	456.6	455.9	432.6
Retained earnings (Accumulated deficit)	40.8	31.7	(201.8)
Treasury stock, at cost	(45.7)	(45.9)	(136.4)
Accumulated other comprehensive loss	(510.2)	(518.1)	(169.5)
Total W.R. Grace & Co. Chapter 11 Filing Entities Shareholders' Equity (Deficit)	(57.8)	(75.7)	(74.3)
Noncontrolling interest	0.1	0.1	0.3
Total Equity (Deficit)	(57.7)	(75.6)	(74.0)
Total Liabilities and Equity (Deficit)	\$ 3,748.8	\$ 3,699.7	\$ 2,323.5

W. R. Grace & Co.
Filing Entity Supplemental Financial Information
January 31, 2011

Basis of Presentation

The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2010 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

The results of operations for the one-month interim period ended January 31, 2011 are not necessarily indicative of the results of operations for the year ending December 31, 2011.

Other Balance Sheet Accounts

<i>(In millions)</i>	January 31, 2011	Filing Date
Inventories		
Raw materials	\$ 23.0	\$ 20.3
In process	24.0	16.2
Finished products	55.7	63.8
Other	12.2	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis	--	(29.3)
	\$ 114.9	\$ 80.6
Other Assets		
Deferred charges	14.5	40.4
Cash value of life insurance policies, net of policy loans	5.0	64.1
Long-term receivables	0.2	1.9
Long-term investments	3.7	2.1
Patents, licenses and other intangible assets, net	16.4	25.2
Fair value of currency forward contracts	10.5	--
Other assets	--	2.9
	\$ 50.3	\$ 136.6
Other Current Liabilities		
Accrued compensation	\$ 44.9	\$ --
Accrued commissions	5.0	--
Customer programs	14.8	--
Accrued freight	6.0	--
Accrued reorganization fees	6.7	--
Fair value of commodity contracts	4.1	--
Other accrued liabilities	32.5	--
	\$ 114.0	\$ --
Other Liabilities		
Deferred royalty income – non-filing entities	\$ --	\$ 31.5
Accrued compensation	4.3	--
Other accrued liabilities	31.0	--
	\$ 35.3	\$ 31.5
Other Liabilities Subject to Compromise		
Accrued interest on pre-petition liabilities	60.6	--
Accounts payable	31.1	43.0
Retained obligations of divested businesses	29.1	43.5
Other accrued liabilities	20.3	102.1
	\$ 141.1	\$ 188.6

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

Debt

On January 31, 2011 and the Filing Date, Grace's debt was as follows:

Components of Debt <i>(In millions)</i>	January 31, 2011	Filing Date
Debt payable within one year		
DIP facility	\$ --	\$ --
Other short-term borrowings and related fees payable	0.8	--
	\$ 0.8	\$ --
Debt payable after one year		
DIP facility	\$ --	\$ --
Other long-term borrowings	2.5	--
	\$ 2.5	\$ --
Debt Subject to Compromise		
Bank borrowings	\$ 500.0	\$ 500.0
Accrued interest on bank borrowings	380.9	--
Drawn letters of credit	26.1	--
Accrued interest on drawn letters of credit	6.9	--
8.0% Notes Due 2004	--	5.7
7.75% Notes Due 2002	--	2.0
Other borrowings	--	1.2
Accrued interest	--	2.6
	\$ 913.9	\$ 511.5
Weighted average interest rates on total debt	3.3%	6.1%

On March 2, 2010, Grace terminated its debtor-in-possession (DIP) facility and replaced it with a \$100 million cash-collateralized letter of credit facility to support existing and new financial assurances. The terminated DIP facility also provided credit support for foreign currency and commodity derivatives. The asset backed arrangement of the DIP facility has been replaced with cash collateral accounts which secure the obligations arising from letters of credit, foreign currency and commodity transactions. At January 31, 2011, Grace held \$100.2 million in restricted cash and cash equivalents primarily to support this facility.

As of January 31, 2011, the Debtors had no revolving loans and \$71.7 million of standby letters of credit issued and outstanding under the facility.